

10 APR 1958

MEMORANDUM FOR: Colonel White

THROUGH : Mr. Lloyd

SUBJECT : Report of Action Taken by the Office of Logistics
Based on Findings of the Inspector General's Office

1. Attached is proposed Logistics' memo to the DDCI with the recommendation that final action on implementation of the IG's recommendations be approved as outlined in Tab A and that this report be accepted as the final report on the IG's survey.

2. There were 127 recommendations; 90 have been completed or are in the process of implementation, 16 non-concurrences were approved by the DDCI and 9 additional recommendations were approved by the DDCI as not requiring implementation. This leaves 12 unresolved, all of which are discussed in this report. Five of these are being partially implemented and 7 come under the heading of not being implemented. It is on these 12 that Logistics seeks approval.

3. I offer the following comments for your consideration:

CATEGORY I - Partial Implementation

a. Item 1 - Annual Procurement Plan

The stand taken on this recommendation, in my opinion, is not valid. Logistics' first reason for being unable to prepare an annual procurement plan is a lack of adequate budget information from the Comptroller. This is understandable. An alternate suggestion was made that the planning cycle and forecast of materiel requirements procedures be utilized. Logistics claims the same basic difficulties would be encountered as in the case of the Comptroller trying to furnish budgetary information. The present planning system calls for the submission of country appendices in October of each year. This allows a period of about four months before annual programs are prepared for PRC review and DCI approval. During this period of time it should be possible for Logistics to obtain information necessary to prepare a meaningful procurement plan for the approaching fiscal year.

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b. Item 31 - Higher Grades for Ordnance Specialists

Comment appears satisfactory.

c. Item 32 - Ordnance Branch Workload Study

I would recommend that Logistics accept this recommendation even though it may have to be assigned a low priority. Their present comment sort of leaves it up in the air.

d. Item 43 - Abolishment of Admin Staff of Transportation Division

Comment appears satisfactory.

e. Item 60 - Field reports on Procurement Action

The reasoning that these reports should not be required because it would work a hardship on the field station is not, in my opinion, very sound. On the contrary, I believe it is entirely reasonable and justifiable to require field procurement reports. Furthermore, to try to integrate this information into financial accounting reports which would be transmitted to Logistics for review just does not seem to be the right solution.

f. Item 53 - Realty Officer for FE Area

Here again the status of this proposal is left dangling. Would suggest that determination be made and the matter be either approved or disapproved before replying to the IG or else not consider this the final report.

g. Item 57 - Printing Advisor's Recommendations on Graphics Facilities

Comment appears satisfactory.

CATEGORY II - Non-Implementation

a. Items 5 and 6 - Reports on Field Procurement

I have the same thoughts on this as I expressed on Item 60.

b. Item 14 - Budgeting for Supplies

Comment appears satisfactory.

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c. Item 20 - Contract Inspection

Suggest a more positive statement than the one proposed by Logistics.

d. Item 22 - Additional Positions for

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This comment appears better than others but still leads off with the sameness which says only that "the Office of Logistics personnel authorization is currently such that other logistics functions have been accorded a higher priority for available personnel in spite of the obvious desirability of this proposal." Suggest this statement be reworded and made more positive.

4. I realize this survey is better than a year old and has been the subject of many discussions between your Office and Logistics and that Logistics is anxious to wind it up. However, I suggest we pursue a more positive approach in disposing of or settling these problems and therefore recommend that this final report be revised accordingly.

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SA-DD/S:CEB:d1c (10 Apr 56)

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Qama-1 (IG's Summary of OH)